

GOVERNMENT OF TELANGANA
ABSTRACT

Handlooms and Textiles Department - Waiver of loan to the extent of Rs.565.06 lakhs to powerloom weavers in the State - Operational Guidelines for implementation of loan waiver scheme for Powerloom Weavers in the State - Amendment - Orders - Issued.

INDUSTRIES AND COMMERCE (TEX) DEPARTMENT

G.O.MS.No. 44

Dated:21-07-2015.

Read the following:-

- 1) G.O.Ms.No.7, Industries and Commerce (Tex) Department, Dated: 12.01.2015.
- 2) G.O.Rt.No.22, Industries and Commerce (Tex) Department, Dated: 30.01.2015.
- 3) From the Director of Handlooms & Textiles and Apparel Export Parks, Telangana State, Hyderabad,Lr.No.386/2014-P, Dated:10.02.2015 & 17.03.2015.

O R D E R:-

In the reference first read above, Government have decided to waive off the Bank/State Finance Corporation/Co-Operative Bank loans of Rs.565.06 lakhs to the Powerloom Weavers, restricting the waiver upto Rs.1.00 lakh, in the State duly verifying the genuineness and thorough verification of the claims by the Director of Handlooms and Textiles and Apparel Export Parks, Telangana State, Hyderabad and issued operational guidelines for implementation of the loan waiver scheme for powerloom weavers in the State.

2. The Director of Handlooms and Textiles and Apparel Export Parks, Telangana State, Hyderabad vide reference 3rd read above, has proposed revised operational guidelines for implementation of the powerloom weavers loan waiver scheme instead of existing operational guidelines issued in Annexure to the G.O.1st read above.

3. Government, after careful examination of the matter, hereby decide to accept the revised operational guidelines for implementation of the loan waiver scheme for powerloom weavers and accordingly hereby substitute the revised operational guidelines for implementation of the powerloom weavers loan waiver scheme in place of existing operational guidelines issued in Annexure to the G.O.1st read above.

4. Accordingly, the Annexure to the G.O.1st read above, shall be substituted with the following Annexure:-

ANNEXURE

**OPERATIONAL GUIDELINES FOR IMPLEMENTATION OF POWERLOOM WEAVERS LOAN
WAIVER SCHEME**

- 1) This scheme is applicable to individuals who are dependent on powerloom activity and include workers, weavers and entrepreneurs (Asamies & Yajamanulu) in Powerloom Industry.
- 2) The scheme will cover all direct loan made to powerloom weavers by the Commercial Banks, DCCBs, State Finance Corporation, Grameena Banks, Co-Operative Urban Banks subject to maximum amount up to Rs.1.00 lakh per person per family.
- 3) The amount eligible for waiver shall comprise of outstanding / overdue / NPA as on 31.03.2014 and subject to the condition that they have not availed any benefits from Government on account of write off earlier. The beneficiary should give written undertaking to that extent.

[P.T.O.]

- 4) The lending institution will waive off 75% of the overdue interest and entire penal interest.
- 5) The Banker should not charge any interest on the amount going to be waived off beyond the cutoff date i.e., 31.03.2014 (Interest for the broken period i.e., from 01.04.2014 to till date should not be charged).
- 6) The amounts released by the Government should be adjusted against the principal overdue first and after which remaining amount can be adjusted against overdue interest.
- 7) The Banker should give “No due Certificate” to the beneficiary soon after adjustment of waiver amounts against the outstanding loan account.
- 8) Advances against pledge or hypothecations specifically meant for powerloom activity are included in the scheme.
- 9) All the powerloom units including those utilizing below 5HP as well as those above 5HP electricity load are eligible for the loan waiver upto Rs.1.00 lakh per unit.
- 10)The powerloom weavers, workers, entrepreneurs who have taken loans from banks up to Rs.2.00 lakhs (Loans morethan Rs.2.00 lakhs are not eligible)are eligible to get waiver amount up to Rs.1.00 lakh per family.
- 11)The Bank has to furnish claim to the Assistant Director (H&T) along with sanction orders in respect of loans sanctioned to Powerloom Weavers as per the financial package issued by the Government. Every lending institution shall be responsible for the correctness and integrity of the list of the powerloom weavers eligible under the scheme and the particulars of the eligible waiver assistance to each powerloom weaver. Each and every document maintained, list prepared and certificate issued by the lending institution for the purpose of the scheme shall bear the signature and designation of an authorized officer of the lending institution.
- 12)The Assistant Director (H&T) on receipt of the claims from the respective banks will place consolidated particulars before the District Level Committee for their scrutiny and recommendation, after due verification regarding the genuineness of the claim.
- 13)The Banker while preferring claim should invariably furnish a certificate stating that they will extend fresh loan to the extent of waiver amount to each of powerloom weaver whose outstanding loan has been waived, if he so desires for continuing the powerloom weaving related operations / activities. The District Level Committee shall verify the genuineness and on thorough verification of the claims shall recommend to the Director of Handlooms & Textiles and Apparel Export Parks, Telangana State for approval and release the claim amount to the respective Banks/State Finance Corporation/Co-Operative Banks.
- 14) The Assistant Director (H&T) on getting approval of the District Level Committee will forward the claims to the Director of Handlooms &Textiles and Apparel Export parks, Telangana State, Hyderabad for approval and sanction.
- 15) The Director of Handlooms & Textiles and Apparel Export parks, Telangana State, Hyderabad after receipt of claims from the Districts may finalize the beneficiaries keeping in view of lower economic strata for covering more number of poor weavers/workers/entrepreneurs within the target of Rs.5.65 Crores under this package.

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- 16) After approval of the District Level Committee and the claims sanction by the Director of Handlooms & Textiles and Apparel Export parks, Telangana State, Hyderabad, the amount shall be adjusted directly to the account of the individual powerloom workers, weavers and entrepreneurs maintained by the Banks.
- 17) The entire process for submission of claims shall be completed by **30.09.2015** and send progress report to the Government from time to time.
- 18) Nothing contained in the scheme shall apply to any loan disbursed by the lending institution after 31.03.2014.

5. The Director of Handlooms & Textiles and Apparel Export parks, Telangana State, Hyderabad shall take necessary further action in the matter accordingly and send progress report to the Government from time to time in this regard.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

ARVIND KUMAR
SECRETARY TO GOVERNMENT & CIP

To,

The Director of Handlooms & Textiles and Apparel Export parks,
Telangana State, Hyderabad

The Convener, State Level Bankers Committee of Telangana,
Andhra Bank, Dr.Pattabhi Bhavan, Saifabad, Hyderabad,

All the District Collectors

Copy to,

The Finance (EBS.VII) Dept.,

The P.S. to Minister (Industries, H&T & Sugar)

The P.S. to Minister (PR & IT)

The P.S.to Secretary to Government & CIP, Inds & Com Dept.,
Sc/Sf (C.No.7078/Tex.1/2014]

// FORWARDED :: BY ORDER//

SECTION OFFICER